

House File 2357 - Introduced

HOUSE FILE 2357

BY COMMITTEE ON TRANSPORTATION

(SUCCESSOR TO HF 2074)

A BILL FOR

- 1 An Act relating to registration fees for motor vehicles
- 2 transferred to a nonprofit corporation for donation to needy
- 3 individuals.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 321.105A, subsection 2, paragraph c,
2 Code 2014, is amended by adding the following new subparagraph:

3 NEW SUBPARAGRAPH. (31) A motor vehicle transferred to a
4 nonprofit entity which is exempt from federal income taxation
5 pursuant to section 501(c)(3) of the Internal Revenue Code
6 in a transaction in which no consideration is given, to be
7 reconditioned by the nonprofit entity for donation to a needy
8 individual served by the nonprofit entity.

9 Sec. 2. NEW SECTION. **321.118 Donated vehicles.**

10 The annual registration fee is ten dollars for a motor
11 vehicle transferred to a nonprofit entity which is exempt
12 from federal income taxation pursuant to section 501(c)(3)
13 of the Internal Revenue Code in a transaction in which no
14 consideration is given, to be reconditioned by the nonprofit
15 entity for donation to a needy individual served by the
16 nonprofit entity.

17 EXPLANATION

18 The inclusion of this explanation does not constitute agreement with
19 the explanation's substance by the members of the general assembly.

20 This bill establishes an annual registration fee of \$10 for
21 a motor vehicle that is transferred to a nonprofit entity in
22 a transaction involving no consideration, to be reconditioned
23 by the nonprofit entity for donation to a needy individual.
24 In addition, the bill provides an exemption from the fee for
25 new registration for such a vehicle. When the vehicle is
26 transferred from the nonprofit entity to the donee, the annual
27 registration fee would be the regular registration fee for the
28 vehicle.